

Corrective Action Plans and
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2024

A. FINANCIAL STATEMENT FINDINGS

None.

B. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

SIGNIFICANT DEFICIENCY IN INTERNAL CONTROL OVER COMPLIANCE – U.S. DEPARTMENT OF AGRICULTURE, PASSED THROUGH MINNESOTA DEPARTMENT OF EDUCATION, CHILD NUTRITION CLUSTER – FEDERAL ALN 10.555, 10.553, AND 10.582

2024-001 Internal Control Over Compliance With Federal Suspension and Debarment Requirements

Finding Summary

2 CFR § 180 requires Independent School District No. 280 (the District) to establish and maintain effective internal control over compliance with requirements applicable to its federal program expenditures, including applicable suspension and debarment requirements. The District did not have sufficient controls in place within the child nutrition cluster federal programs to assure that it was not contracting for goods or services with parties that are suspended or debarred, or whose principals are suspended or debarred from participating in contracts involving the expenditures of federal program funds.

Corrective Action Plan

Actions Planned – The District has implemented a corrective action plan to ensure that all new vendors are verified for eligibility before engaging in any contractual agreements. The District checks each prospective vendor’s status on the SAM.gov website to confirm they are not suspended or debarred, and follows the vendor to receive e-mail notifications of changes. The District will search SAM.gov for all regular vendors that we charge to federal programs at the beginning of each fiscal year. Additionally, the District has scheduled quarterly meetings to review fiscal year-to-date spending by vendor for any unanticipated vendors who might be approaching the \$25,000 threshold.

Official Responsible – The District’s Director of Finance, James Gilligan.

Planned Completion Date – June 30, 2025.

Disagreement With or Explanation of Finding – The District agrees with this finding.

Plan to Monitor – The District’s Chief Administrative Officer, Craig Holje, will monitor the implementation of these corrective actions as determined by the Director of Finance to ensure appropriate controls are in place to verify that any vendor with which the District contracts for federal program goods or services exceeding \$25,000 is not listed as suspended or debarred on the federal Excluded Parties List System website.

INDEPENDENT SCHOOL DISTRICT NO. 280

Corrective Action Plans and
Summary Schedule of Prior Audit Findings (continued)
Year Ended June 30, 2024

C. MINNESOTA LEGAL COMPLIANCE FINDINGS

None.

D. SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

SIGNIFICANT DEFICIENCY IN INTERNAL CONTROL OVER COMPLIANCE – U.S. DEPARTMENT OF AGRICULTURE, PASSED THROUGH MINNESOTA DEPARTMENT OF EDUCATION, CHILD NUTRITION CLUSTER – FEDERAL ALN 10.555, 10.553, AND 10.582

2023-001 Internal Control Over Compliance With Federal Suspension and Debarment Requirements

Repeat Finding – The District did not establish and maintain effective internal control over compliance with suspension and debarment requirements applicable to its child nutrition cluster federal programs. Based on follow-up testing performed in the current year, corrective action taken by the District did not result in the controls in place being consistently followed within its child nutrition cluster federal programs to assure that it was not contracting for goods or services with parties that are suspended or debarred, or whose principals are suspended or debarred from participating in contracts involving the expenditures of federal program funds.

Actions Planned – The District will review policies and procedures relating to suspension and debarment applicable to its child nutrition cluster federal programs and will ensure that all parties with which it contracts for goods or services are eligible to participate in contracts involving the expenditures of federal program funding.

Current Status – See finding 2024-001 for the current status of this condition.